

FISCAL NOTE

Bill #: HB0094

Title: Remove termination of state bankruptcy program

Primary

Sponsor: John Cobb

Status: As introduced

Sponsor signature	Date	Dave Lewis, Budget Director	Date
-------------------	------	-----------------------------	------

Fiscal Summary

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
Expenditures:		
Other (<u>Proprietary</u>)	\$145,845	\$145,965
Revenue:		
Other (<u>Proprietary</u>)	\$145,845	\$145,965
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts

Fiscal Analysis

ASSUMPTIONS:

1. Since establishment of the bankruptcy program in FY 1996, the program has collected in excess of \$1 million for the state treasury. Collections are deposited in the general fund unless otherwise provided by law (such as child support collections, which go directly to the children and their custodial parent).
2. Because of the unpredictability of litigation and the delay in collections in bankruptcy cases, the amount of collections in FY 2000 and FY 2001 cannot be estimated with certainty.
3. Since the bankruptcy program has now become well established with the federal bankruptcy court and bar, and the current caseload includes more than 200 matters involving in excess of \$4.3 million in potential state claims, the state will continue to collect more than it spends to operate the program.

FISCAL IMPACT:

	FY2000 <u>Difference</u>	FY2001 <u>Difference</u>
FTE	3.00	3.00

Expenditures:

Personal Services	\$118,495	\$118,615
Operating Expenses	<u>27,350</u>	<u>27,350</u>
TOTAL	\$145,845	\$145,965

Funding:

Other (Proprietary)	\$145,845	\$145,965
---------------------	-----------	-----------

Revenues:

Other (Proprietary)	\$145,845	\$145,965
---------------------	-----------	-----------

Net Impact to Fund Balance (Revenue minus Expenditure):

Other	\$0	\$0
-------	-----	-----

LONG-RANGE IMPACTS:

The state's continued pursuit of debts owed to state government will produce long-term economic benefit to the state treasury.